

CERTIFICATION OF ENROLLMENT

HOUSE BILL 2379

Chapter 203, Laws of 2006

59th Legislature
2006 Regular Session

NONPROBATE ASSETS

EFFECTIVE DATE: 6/7/06

Passed by the House January 25, 2006
Yeas 98 Nays 0

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate March 2, 2006
Yeas 47 Nays 0

BRAD OWEN

President of the Senate

Approved March 24, 2006.

CHRISTINE GREGOIRE

Governor of the State of Washington

CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 2379** as passed by the House of Representatives and the Senate on the dates hereon set forth.

RICHARD NAFZIGER

Chief Clerk

FILED

March 24, 2006 - 2:13 p.m.

**Secretary of State
State of Washington**

HOUSE BILL 2379

Passed Legislature - 2006 Regular Session

State of Washington 59th Legislature 2006 Regular Session

By Representatives Lantz, Serben and Rodne

Prefiled 12/29/2005. Read first time 01/09/2006. Referred to
Committee on Judiciary.

1 AN ACT Relating to nonprobate assets under will; and amending RCW
2 11.11.020 and 11.11.040.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 11.11.020 and 1998 c 292 s 105 are each amended to
5 read as follows:

6 (1) Subject to community property rights, upon the death of an
7 owner the owner's interest in any nonprobate asset specifically
8 referred to in the owner's will belongs to the testamentary beneficiary
9 named to receive the nonprobate asset, notwithstanding the rights of
10 any beneficiary designated before the date of the will.

11 (2) A general residuary gift in an owner's will, or a will making
12 general disposition of all of the owner's property, does not entitle
13 the devisees or legatees to receive nonprobate assets of the owner.

14 (3) A disposition in a will of the owner's interest in "all
15 nonprobate assets" or of all of a category of nonprobate asset under
16 RCW 11.11.010(7), such as "all of my payable on death bank accounts" or
17 similar language, is deemed to be a disposition of all the nonprobate
18 assets the beneficiaries of which are designated before the date of the
19 will.

1 (4) If the owner designates a beneficiary for a nonprobate asset
2 after the date of the will, the specific provisions in the will
3 ~~((does))~~ that attempt to control the disposition of that asset do not
4 govern the disposition of that nonprobate asset, even if the subsequent
5 beneficiary designation is later revoked. If the owner revokes the
6 later beneficiary designation, ~~((the prior will does not govern the~~
7 ~~disposition of the nonprobate asset))~~ and there is no other provision
8 controlling the disposition of the asset, the asset shall be treated as
9 any other general asset of the owner's estate, subject to disposition
10 under the other applicable provisions of the will. A beneficiary
11 designation with respect to an asset that renews without the signature
12 of the owner is deemed to have been made on the date on which the
13 account was first opened.

14 **Sec. 2.** RCW 11.11.040 and 1998 c 292 s 108 are each amended to
15 read as follows:

16 In transferring nonprobate assets, a personal representative, a
17 financial institution, or other third party may rely conclusively and
18 entirely upon the form of the nonprobate asset and the terms of the
19 nonprobate asset arrangement in effect on the date of death of the
20 owner, and a personal representative or third party may rely on
21 information provided by a financial institution or other party who has
22 possession or control of a nonprobate asset concerning the form of the
23 nonprobate asset and the terms of the nonprobate asset arrangement in
24 effect on the date of death of the owner, unless the personal
25 representative, financial institution, or other third party has actual
26 knowledge of the existence of a claim by a testamentary beneficiary.
27 A financial institution or other third party is not required to inquire
28 as to either the source or ownership of any nonprobate asset in its
29 possession or under its control, or as to the proposed application of
30 an asset so transferred. A transfer of a nonprobate asset in
31 accordance with this section constitutes a complete release and
32 discharge of the financial institution or other third party from all
33 claims relating to the nonprobate asset, regardless of whether or not
34 the transfer is consistent with the actual ownership of the nonprobate
35 asset.

Passed by the House January 25, 2006.

Passed by the Senate March 2, 2006.

Approved by the Governor March 24, 2006.

Filed in Office of Secretary of State March 24, 2006.